1	VEHICLE IMMOBILIZATION AND IMPOUND AMENDMENTS
2	2014 GENERAL SESSION
3	STATE OF UTAH
1	Chief Sponsor: R. Curt Webb
	Senate Sponsor: Wayne A. Harper
,	LONG TITLE
3	General Description:
	This bill modifies provisions relating to vehicle impounds and vehicle immobilization
	devices.
	Highlighted Provisions:
	This bill:
	<ul> <li>prohibits a vehicle immobilizer from charging a fee for the immobilization of a</li> </ul>
	vehicle for any period in which the vehicle has been towed and custody of the
	vehicle has been transferred to a vehicle impound yard;
	<ul><li>provides that an impound yard may not charge a fee for the storage of an impounded</li></ul>
	vehicle, vessel, or outboard motor if:
	• the vehicle, vessel, or outboard motor is being held as evidence; and
	• the vehicle, vessel, or outboard motor is not being released to the registered
	owner, lien holder, or the owner's agent even if the registered owner, lien holder,
	or the owner's agent satisfies the requirements to release the vehicle, vessel, or
	outboard motor;
	<ul> <li>provides that certain administrative rules made by the Department of Transportation</li> </ul>
	are subject to the provision prohibiting an impound yard from charging a fee for the
	storage of an impounded vehicle, vessel, or outboard motor in certain
	circumstances;
	<ul> <li>provides that a county or municipal legislative governing body may not charge a fee</li> </ul>
	for the storage of an impounded vehicle, vessel, or outboard motor if the county or
9	municipality:

30	<ul> <li>is holding the vehicle, vessel, or outboard motor as evidence; and</li> </ul>
31	<ul> <li>will not release the vehicle, vessel, or outboard motor to the registered owner,</li> </ul>
32	lien holder, or the owner's agent even if the registered owner, lien holder, or the
33	owner's agent satisfies the requirements to release the vehicle, vessel, or
34	outboard motor; and
35	<ul> <li>makes technical corrections.</li> </ul>
36	Money Appropriated in this Bill:
37	None
38	Other Special Clauses:
39	None
40	<b>Utah Code Sections Affected:</b>
41	AMENDS:
42	41-6a-1406, as last amended by Laws of Utah 2013, Chapter 328
43	41-6a-1409, as last amended by Laws of Utah 2013, Chapter 328
44	72-9-603, as last amended by Laws of Utah 2013, Chapter 328
45	72-9-604, as last amended by Laws of Utah 2013, Chapter 328
46 47	Be it enacted by the Legislature of the state of Utah:
48	Section 1. Section 41-6a-1406 is amended to read:
49	41-6a-1406. Removal and impoundment of vehicles Reporting and notification
50	requirements Administrative impound fee Refunds Possessory lien Rulemaking.
51	(1) If a vehicle, vessel, or outboard motor is removed or impounded as provided under
52	Section 41-1a-1101, 41-6a-527, 41-6a-1405, 41-6a-1408, or 73-18-20.1 by an order of a peace
53	officer or by an order of a person acting on behalf of a law enforcement agency or highway
54	authority, the removal or impoundment of the vehicle, vessel, or outboard motor shall be at the
55	expense of the owner.
56	(2) The vehicle, vessel, or outboard motor under Subsection (1) shall be removed or

impounded to:

58	(a) a state impound yard; or
59	(b) if none, a garage, docking area, or other place of safety.
60	(3) The peace officer may move a vehicle, vessel, or outboard motor or cause it to be
61	removed by a tow truck motor carrier that meets standards established:
62	(a) under Title 72, Chapter 9, Motor Carrier Safety Act; and
63	(b) by the department under Subsection (10).
64	(4) (a) Immediately after the removal of the vehicle, vessel, or outboard motor, a report
65	of the removal shall be sent to the Motor Vehicle Division by:
66	(i) the peace officer or agency by whom the peace officer is employed; and
67	(ii) the tow truck operator or the tow truck motor carrier by whom the tow truck
68	operator is employed.
69	(b) The report shall be in a form specified by the Motor Vehicle Division and shall
70	include:
71	(i) the operator's name, if known;
72	(ii) a description of the vehicle, vessel, or outboard motor;
73	(iii) the vehicle identification number or vessel or outboard motor identification
74	number;
75	(iv) the license number or other identification number issued by a state agency;
76	(v) the date, time, and place of impoundment;
77	(vi) the reason for removal or impoundment;
78	(vii) the name of the tow truck motor carrier who removed the vehicle, vessel, or
79	outboard motor; and
80	(viii) the place where the vehicle, vessel, or outboard motor is stored.
81	(c) Until the tow truck operator or tow truck motor carrier reports the removal as
82	required under this Subsection (4), a tow truck motor carrier or impound yard may not:
83	(i) collect any fee associated with the removal; and
84	(ii) begin charging storage fees.
85	(5) (a) Except as provided in Subsection (5)(e) and upon receipt of the report, the

Motor Vehicle Division shall give notice to the registered owner of the vehicle, vessel, or outboard motor and any lien holder in the manner prescribed by Section 41-1a-114.

(b) The notice shall:

- (i) state the date, time, and place of removal, the name, if applicable, of the person operating the vehicle, vessel, or outboard motor at the time of removal, the reason for removal, and the place where the vehicle, vessel, or outboard motor is stored;
- (ii) state that the registered owner is responsible for payment of towing, impound, and storage fees charged against the vehicle, vessel, or outboard motor;
- (iii) inform the registered owner of the vehicle, vessel, or outboard motor of the conditions that must be satisfied before the vehicle, vessel, or outboard motor is released; and
- (iv) inform the registered owner and lienholder of the division's intent to sell the vehicle, vessel, or outboard motor, if within 30 days from the date of the removal or impoundment under this section, the owner, lien holder, or the owner's agent fails to make a claim for release of the vehicle, vessel, or outboard motor.
- (c) Except as provided in Subsection (5)(e) and if the vehicle, vessel, or outboard motor is not registered in this state, the Motor Vehicle Division shall make a reasonable effort to notify the registered owner and any lien holder of the removal and the place where the vehicle, vessel, or outboard motor is stored.
- (d) The Motor Vehicle Division shall forward a copy of the notice to the place where the vehicle, vessel, or outboard motor is stored.
- (e) The Motor Vehicle Division is not required to give notice under this Subsection (5) if a report was received by a tow truck operator or tow truck motor carrier reporting a tow truck service in accordance with Subsection 72-9-603(1)(a)(i).
- (6) (a) The vehicle, vessel, or outboard motor shall be released after the registered owner, lien holder, or the owner's agent:
- (i) makes a claim for release of the vehicle, vessel, or outboard motor at any office of the State Tax Commission;
- (ii) presents identification sufficient to prove ownership of the impounded vehicle,

114	vessel, or outboard motor;
115	(iii) completes the registration, if needed, and pays the appropriate fees;
116	(iv) if the impoundment was made under Section 41-6a-527, pays an administrative
117	impound fee of \$350; and
118	(v) pays all towing and storage fees to the place where the vehicle, vessel, or outboard
119	motor is stored.
120	(b) (i) Twenty-nine dollars of the administrative impound fee assessed under
121	Subsection (6)(a)(iv) shall be dedicated credits to the Motor Vehicle Division;
122	(ii) \$97 of the administrative impound fee assessed under Subsection (6)(a)(iv) shall be
123	deposited in the Department of Public Safety Restricted Account created in Section 53-3-106;
124	(iii) \$20 of the administrative impound fee assessed under Subsection (6)(a)(iv) shall
125	be deposited in the Traumatic Spinal Cord and Brain Injury Rehabilitation Fund; and
126	(iv) the remainder of the administrative impound fee assessed under Subsection
127	(6)(a)(iv) shall be deposited in the General Fund.
128	(c) The administrative impound fee assessed under Subsection (6)(a)(iv) shall be
129	waived or refunded by the State Tax Commission if the registered owner, lien holder, or
130	owner's agent presents written evidence to the State Tax Commission that:
131	(i) the Driver License Division determined that the arrested person's driver license
132	should not be suspended or revoked under Section 53-3-223 or 41-6a-521 as shown by a letter
133	or other report from the Driver License Division presented within 30 days of the final
134	notification from the Driver License Division; or
135	(ii) the vehicle was stolen at the time of the impoundment as shown by a copy of the
136	stolen vehicle report presented within 30 days of the impoundment.
137	(d) A tow truck operator, a tow truck motor carrier, and an impound yard shall accept
138	payment by cash and debit or credit card for a removal or impoundment under Subsection (1)
139	or any service rendered, performed, or supplied in connection with a removal or impoundment

(e) The owner of an impounded vehicle may not be charged a fee for the storage of the

140

141

under Subsection (1).

142	impounded vehicle, vessel, or outboard motor if:
143	(i) the vehicle, vessel, or outboard motor is being held as evidence; and
144	(ii) the vehicle, vessel, or outboard motor is not being released to the registered owner,
145	lien holder, or the owner's agent even if the registered owner, lien holder, or the owner's agent
146	satisfies the requirements to release the vehicle, vessel, or outboard motor under this
147	Subsection (6).
148	(7) (a) An impounded vehicle, vessel, or outboard motor not claimed by the registered
149	owner or the owner's agent within the time prescribed by Section 41-1a-1103 shall be sold in
150	accordance with that section and the proceeds, if any, shall be disposed of as provided under
151	Section 41-1a-1104.
152	(b) The date of impoundment is considered the date of seizure for computing the time
153	period provided under Section 41-1a-1103.
154	(8) The registered owner who pays all fees and charges incurred in the impoundment of
155	the owner's vehicle, vessel, or outboard motor, has a cause of action for all the fees and
156	charges, together with damages, court costs, and attorney fees, against the operator of the
157	vehicle, vessel, or outboard motor whose actions caused the removal or impoundment.
158	(9) Towing, impound fees, and storage fees are a possessory lien on the vehicle, vessel,
159	or outboard motor.
160	(10) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
161	the department shall make rules setting the performance standards for towing companies to be
162	used by the department.
163	(11) (a) The Motor Vehicle Division may specify that a report required under
164	Subsection (4) be submitted in electronic form utilizing a database for submission, storage, and
165	retrieval of the information.
166	(b) (i) Unless otherwise provided by statute, the Motor Vehicle Division or the
167	administrator of the database may adopt a schedule of fees assessed for utilizing the database.
168	(ii) The fees under this Subsection (11)(b) shall:
169	(A) be reasonable and fair; and

170	(B) reflect the cost of administering the database.
171	Section 2. Section 41-6a-1409 is amended to read:
172	41-6a-1409. Vehicle immobilization devices Definitions Notice requirements
173	Maximum removal fee.
174	(1) As used in this section:
175	(a) "Immobilize" means to affix and lock a vehicle immobilization device to the
176	exterior of a motor vehicle.
177	(b) "Vehicle immobilization device" means a device that may be affixed and locked to
178	the exterior of a motor vehicle for the purpose of prohibiting the movement or removal of the
179	vehicle from its location.
180	(c) "Vehicle immobilizer" means a person who or entity that uses or causes to be used
181	a vehicle immobilization device for the purpose of enforcing parking restrictions with prior
182	authorization from the owner or person in lawful possession or control of the real property.
183	(2) (a) A vehicle immobilizer may not immobilize a vehicle without the motor vehicle
184	owner's knowledge at either of the following locations without signage that meets the
185	requirements of Subsection (2)(b):
186	(i) a mobile home park as defined in Section 57-16-3; or
187	(ii) a multifamily dwelling of more than eight units.
188	(b) Signage under Subsection (2)(a) shall display:
189	(i) where parking is subject to being immobilized; and
190	(ii) one of the following:
191	(A) the name and phone number of the vehicle immobilizer that immobilizes a vehicle
192	for the locations listed under Subsection (2)(a)(i); or
193	(B) the name of the mobile home park or multifamily dwelling and the phone number
194	of the mobile home park or multifamily dwelling manager or management office that
195	authorized the vehicle immobilizer to immobilize the motor vehicle.
196	(c) Signage is not required under Subsection (2)(b) for parking in a location:
197	(i) that is prohibited by law; or

198	(ii) if it is reasonably apparent that the location is not open to parking.
199	(d) Nothing in Subsection (2)(b) restricts the ability of a mobile home park as defined
200	in Section 57-16-3 or a multifamily dwelling from instituting and enforcing regulations on
201	parking.
202	(3) (a) Upon immobilizing a vehicle, the vehicle immobilizer shall affix a notice to the
203	immobilized vehicle in a conspicuous place so as to be plainly visible to a person seeking to
204	operate the vehicle.
205	(b) The notice under Subsection (3)(a) shall include:
206	(i) the name and phone number of the vehicle immobilizer;
207	(ii) a phone number that the owner of the vehicle may call to arrange for release of the
208	vehicle; and
209	(iii) applicable fees.
210	(4) (a) The maximum fee that a vehicle immobilizer may charge to remove a vehicle
211	immobilization device may not exceed:
212	(i) \$75 for the first 24-hour period a vehicle is immobilized; plus
213	(ii) \$25 for each additional 24-hour period a vehicle is immobilized.
214	(b) Notwithstanding Subsection (4)(a), the maximum fee that a vehicle immobilizer
215	may charge to remove a vehicle immobilization device may not exceed \$150 for each instance.
216	(c) A vehicle immobilizer may not charge a fee for the removal of a vehicle
217	immobilization device or any service rendered, performed, or supplied in connection with the
218	removal of the immobilization device in addition to the fees specified under this Subsection
219	(4).
220	(d) A vehicle immobilizer may not charge a fee under this Subsection (4) for the
221	immobilization of a vehicle for any period in which the vehicle has been towed and custody of
222	the vehicle has been transferred to a vehicle impound yard.
223	[(d)] (e) A vehicle immobilizer shall accept payment by cash and debit or credit card
224	for the removal of a vehicle immobilization device or any service rendered, performed, or

supplied in connection with the removal of the immobilization device.

226	(5) A county or municipal legislative or governing body may not enact or enforce any
227	ordinance, regulation, rule, or fee pertaining to a vehicle immobilization device that conflicts
228	with this part.
229	Section 3. Section <b>72-9-603</b> is amended to read:
230	72-9-603. Towing notice requirements Cost responsibilities Abandoned
231	vehicle title restrictions Rules for maximum rates and certification.
232	(1) Except for a tow truck service that was ordered by a peace officer, or a person
233	acting on behalf of a law enforcement agency, or a highway authority, after performing a tow
234	truck service that is being done without the vehicle, vessel, or outboard motor owner's
235	knowledge, the tow truck operator or the tow truck motor carrier shall:
236	(a) immediately upon arriving at the place of storage or impound of the vehicle, vessel,
237	or outboard motor:
238	(i) send a report of the removal to the Motor Vehicle Division that complies with the
239	requirements of Subsection 41-6a-1406(4)(b); and
240	(ii) contact the law enforcement agency having jurisdiction over the area where the
241	vehicle, vessel, or outboard motor was picked up and notify the agency of the:
242	(A) location of the vehicle, vessel, or outboard motor;
243	(B) date, time, and location from which the vehicle, vessel, or outboard motor was
244	removed;
245	(C) reasons for the removal of the vehicle, vessel, or outboard motor;
246	(D) person who requested the removal of the vehicle, vessel, or outboard motor; and
247	(E) vehicle, vessel, or outboard motor's description, including its identification number
248	and license number or other identification number issued by a state agency;
249	(b) within two business days of performing the tow truck service under Subsection
250	(1)(a), send a certified letter to the last-known address of the registered owner and lien holder
251	of the vehicle, vessel, or outboard motor obtained from the Motor Vehicle Division or if the
252	person has actual knowledge of the owner's address to the current address, notifying the owner
253	of the:

254	(i) location of the vehicle, vessel, or outboard motor;
255	(ii) date, time, location from which the vehicle, vessel, or outboard motor was
256	removed;
257	(iii) reasons for the removal of the vehicle, vessel, or outboard motor;
258	(iv) person who requested the removal of the vehicle, vessel, or outboard motor;
259	(v) a description, including its identification number and license number or other
260	identification number issued by a state agency; and
261	(vi) costs and procedures to retrieve the vehicle, vessel, or outboard motor; and
262	(c) upon initial contact with the owner whose vehicle, vessel, or outboard motor was
263	removed, provide the owner with a copy of the Utah Consumer Bill of Rights Regarding
264	Towing established by the department in Subsection (7)(e).
265	(2) (a) Until the tow truck operator or tow truck motor carrier reports the removal as
266	required under Subsection (1)(a), a tow truck operator, tow truck motor carrier, or impound
267	yard may not:
268	(i) collect any fee associated with the removal; or
269	(ii) begin charging storage fees.
270	(b) (i) Except as provided in Subsection (2)(c), a tow truck operator or tow truck motor
271	carrier may not perform a tow truck service without the vehicle, vessel, or outboard motor
272	owner's or a lien holder's knowledge at either of the following locations without signage that
273	meets the requirements of Subsection (2)(b)(ii):
274	(A) a mobile home park as defined in Section 57-16-3; or
275	(B) a multifamily dwelling of more than eight units.
276	(ii) Signage under Subsection (2)(b)(i) shall display:
277	(A) where parking is subject to towing; and
278	(B) (I) the Internet website address that provides access to towing database information
279	in accordance with Section 41-6a-1406; or
280	(II) one of the following:
281	(Aa) the name and phone number of the tow truck operator or tow truck motor carrier

that performs a tow truck service for the locations listed under Subsection (2)(b)(i); or

- (Bb) the name of the mobile home park or multifamily dwelling and the phone number of the mobile home park or multifamily dwelling manager or management office that authorized the vehicle, vessel, or outboard motor to be towed.
  - (c) Signage is not required under Subsection (2)(b) for parking in a location:
  - (i) that is prohibited by law; or

- (ii) if it is reasonably apparent that the location is not open to parking.
- (d) Nothing in Subsection (2)(b) restricts the ability of a mobile home park as defined in Section 57-16-3 or a multifamily dwelling from instituting and enforcing regulations on parking.
- (3) The owner of a vehicle, vessel, or outboard motor lawfully removed is only responsible for paying:
  - (a) the tow truck service and storage fees set in accordance with Subsection (7); and
  - (b) the administrative impound fee set in Section 41-6a-1406, if applicable.
- (4) The fees under Subsection (3) are a possessory lien on the vehicle, non-life essential items that are owned by the owner of the vehicle and securely stored by the tow truck operator, vessel, or outboard motor until paid.
- (5) A person may not request a transfer of title to an abandoned vehicle until at least 30 days after notice has been sent under Subsection (1)(b).
- (6) (a) A tow truck motor carrier or impound yard shall clearly and conspicuously post and disclose all its current fees, rates, and acceptable forms of payment for tow truck service and storage of a vehicle in accordance with rules established under Subsection (7).
- (b) A tow truck operator, a tow truck motor carrier, and an impound yard shall accept payment by cash and debit or credit card for a tow truck service under Subsection (1) or any service rendered, performed, or supplied in connection with a tow truck service under Subsection (1).
- 308 (7) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the 309 Department of Transportation shall:

310	(a) <u>subject to the restriction in Subsection (8)</u> , set maximum rates that:
311	(i) a tow truck motor carrier may charge for the tow truck service of a vehicle, vessel,
312	or outboard motor that are transported in response to:
313	(A) a peace officer dispatch call;
314	(B) a motor vehicle division call; and
315	(C) any other call or request where the owner of the vehicle, vessel, or outboard motor
316	has not consented to the removal; and
317	(ii) an impound yard may charge for the storage of a vehicle, vessel, or outboard motor
318	stored as a result of one of the conditions listed under Subsection (7)(a)(i);
319	(b) establish authorized towing certification requirements, not in conflict with federal
320	law, related to incident safety, clean-up, and hazardous material handling;
321	(c) specify the form and content of the posting and disclosure of fees and rates charged
322	and acceptable forms of payment by a tow truck motor carrier or impound yard;
323	(d) set a maximum rate for an administrative fee that a tow truck motor carrier may
324	charge for reporting the removal as required under Subsection (1)(a)(i) and providing notice of
325	the removal to the registered owner and lienholder of the vehicle, vessel, or outboard motor as
326	required in Subsection (1)(b); and
327	(e) establish a Utah Consumer Bill of Rights Regarding Towing form that contains
328	specific information regarding:
329	(i) a vehicle owner's rights and responsibilities if the owner's vehicle is towed;
330	(ii) identifies the maximum rates that a tow truck motor carrier may charge for the tow
331	truck service of a vehicle, vessel, or outboard motor that is transported in response to a call or
332	request where the owner of the vehicle, vessel, or outboard motor has not consented to the
333	removal; and
334	(iii) identifies the maximum rates that an impound yard may charge for the storage of
335	vehicle, vessel, or outboard motor that is transported in response to a call or request where the
336	owner of the vehicle, vessel, or outboard motor has not consented to the removal.
337	[(8) By August 31, 2013, the department shall report and make recommendations to the

338	Transportation Interim Committee regarding:]
339	[(a) the methods the department uses to set maximum rates of fees established by the
340	department under Subsection (7);]
341	[(b) the methods used by other entities to set maximum rates of fees equivalent to the
342	fees established by the department under Subsection (7); and]
343	[(c) administering state laws and rules pertaining to towing including the procedures
344	for tow truck motor carrier violations.]
345	(8) An impound yard may not charge a fee for the storage of an impounded vehicle,
346	vessel, or outboard motor if:
347	(a) the vehicle, vessel, or outboard motor is being held as evidence; and
348	(b) the vehicle, vessel, or outboard motor is not being released to the registered owner,
349	lien holder, or the owner's agent even if the registered owner, lien holder, or the owner's agent
350	satisfies the requirements to release the vehicle, vessel, or outboard motor under Section
351	<u>41-6a-1406.</u>
352	Section 4. Section <b>72-9-604</b> is amended to read:
353	72-9-604. Regulatory powers of local authorities Tow trucks.
354	(1) [A] (a) Except as provided in Subsection (1)(b), a county or municipal legislative
355	or governing body may enact or enforce any ordinance, regulation, or rule pertaining to a tow
356	truck or tow truck motor carrier that does not conflict with this part.
357	(b) A county or municipal legislative governing body may not charge a fee for the
358	storage of an impounded vehicle, vessel, or outboard motor if the county or municipality:
359	(i) is holding the vehicle, vessel, or outboard motor as evidence; and
360	(ii) will not release the vehicle, vessel, or outboard motor to the registered owner, lien
361	holder, or the owner's agent even if the registered owner, lien holder, or the owner's agent
362	satisfies the requirements to release the vehicle, vessel, or outboard motor under Section
363	<u>41-6a-1406.</u>
364	(2) A tow truck motor carrier that has a county or municipal business license for a
365	place of business located within that county or municipality may not be required to obtain

another business license in order to perform a tow truck service in another county or municipality if there is not a business location in the other county or municipality.

(3) A county or municipal legislative body may require an annual tow truck safety inspection in addition to the inspections required under Sections 53-8-205 and 72-9-602 if:

(a) no fee is charged for the inspection; and

(b) the inspection complies with federal motor carrier safety regulations.

(4) A tow truck shall be subject to only one annual safety inspection under Subsection (3). A county or municipality that requires the additional annual safety inspection shall accept

the same inspection performed by another county or municipality.

**Enrolled Copy** 

H.B. 314